

119TH CONGRESS
1ST SESSION

H. R. 4243

To amend the Internal Revenue Code of 1986 to allow qualified distributions from health savings accounts for certain home care expenses.

IN THE HOUSE OF REPRESENTATIVES

JUNE 27, 2025

Mr. SMITH of Nebraska (for himself and Mr. PANETTA) introduced the following bill; which was referred to the Committee on Ways and Means

A BILL

To amend the Internal Revenue Code of 1986 to allow qualified distributions from health savings accounts for certain home care expenses.

1 *Be it enacted by the Senate and House of Representa-*
2 *tives of the United States of America in Congress assembled,*

3 **SECTION 1. SHORT TITLE.**

4 This Act may be cited as the “Homecare for Seniors
5 Act”.

6 **SEC. 2. CERTAIN HOME CARE EXPENSES TREATED AS**
7 **QUALIFIED DISTRIBUTIONS FROM HEALTH**
8 **SAVINGS ACCOUNTS.**

9 (a) IN GENERAL.—Section 223(d)(2) of the Internal
10 Revenue Code of 1986 is amended—

(1) by striking “medical care (as defined in section 213(d))” in subparagraph (A) and inserting “specified medical care”, and

(2) by adding at the end the following new subparagraph:

“(E) SPECIFIED MEDICAL CARE.—For purposes of this paragraph—

“(i) IN GENERAL.—The term ‘specified medical care’ means medical care (as defined in section 213(d)) and qualified home care.

“(ii) QUALIFIED HOME CARE.—The term ‘qualified home care’ means a contract to provide 3 or more of the following services in the residence of the service recipient:

“(I) Assistance with eating.

“(II) Assistance with toileting.

“(III) Assistance with transferring.

“(IV) Assistance with bathing.

“(V) Assistance with dressing.

“(VI) Assistance with continence.

“(VII) Medication adherence.

1 Such term shall not include any contract
2 unless the services provided pursuant to
3 such contract are provided by a service
4 provider which is licensed by the State to
5 provide such services or such services are
6 otherwise provided in a manner that is
7 consistent with State requirements.

8 “(iii) RELATED PARTIES.—The term
9 ‘qualified home care’ shall not include any
10 contract which is, directly or indirectly, be-
11 tween a service provider and a service re-
12 cipient who are related within the meaning
13 of section 267(b) or 707(b).”.

14 (b) EFFECTIVE DATE.—The amendments made by
15 this section shall apply to amounts paid with respect to
16 taxable years beginning after the date of the enactment
17 of this Act.

18 (c) PROMOTION OF PUBLIC AWARENESS OF IN-
19 HOME SERVICE EXPENSES ELIGIBLE FOR TAX-FREE
20 DISTRIBUTION FROM HEALTH SAVINGS ACCOUNTS.—The
21 Secretary of Health and Human Services, in consultation
22 with the Secretary of the Treasury, shall carry out a cam-
23 paign to increase public awareness of the in-home service

- 1 expenses that are eligible for tax-free distribution from
- 2 health savings accounts.

